

Historic, archived document

Do not assume content reflects current scientific knowledge, policies, or practices.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 67
U. S. Department of Agriculture
Agricultural Marketing Service
Dairy Division

Market Administrator
116 S. William Street
P. O. Box 216
South Bend 24, Indiana

Issued For Information of Producers
Who Are Not Members of Cooperative Associations

Vol. III, No. 9

SEP 24 1960

September 1959

AUGUST UNIFORM PRICE \$4.03

U. S. DEPARTMENT OF AGRICULTURE

Dairy farmers will receive a uniform price of \$4.03 for August 1959 deliveries of Grade A milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The uniform price is based upon a butterfat test of 3.5 percent and will be adjusted by a differential of 7.2 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This minimum price is subject to a 3 cent per hundredweight marketing service deduction, together with the authorized hauling charge.

PRODUCER RECEIPTS

For the first time since the order was expanded, it is possible to compare statistics with the previous year. Producer receipts are higher by 1.74 percent than a year ago on a daily basis, and this was accomplished with 93 less producers on the market. Daily herd production was up 9.61 percent over the August 1958 delivery period. The change from can shippers to bulk tank shippers has no doubt caused this increase in daily herd production and reduced the number of shippers on the market. Daily production is down from July 1958 2.74 percent. This is normal in the production pattern of this market.

CLASS I SALES

Sales compared to a year ago are up 2.36 percent on a daily basis. Eighty percent of producer receipts was sold as Class I milk in August, which is practically the same percentage as July. There is a slight decrease in sales of 2.67 percent, but there was also about the same decrease in producer receipts.

BASE MAKING PERIOD

Beginning with the September 1959 delivery period and continuing through December 1959, producers will be making a base for the spring months of April, May, June, and July 1960. A record is kept by the market administrator of each producer's production for the four fall months and divided by the number of days shipped, to compute a daily base. In case of every other day pick up for bulk tank shippers, it will be considered consecutive days shipped, not to exceed 122 days for the base making period. A producer must ship at least 90 days during the base making period to establish a base. An explanation of the option to relinquish your base and take new producer status will be printed in a later issue of this market information.

CLASS I PRICE

The Class I price for the September delivery period will be \$4.34 per hundredweight for 3.5 percent Grade A milk. The supply-demand adjustment for the October 1959 delivery period will be a plus 12 cents.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. III, No. 9

Page 2

September 1959

UTILIZATION AND CLASSIFICATION OF MILK

	August 1959		August 1958	
	Reported Data		Audited Data	
	Product	Butterfat	Product	Butterfat
	Pounds	Pounds	Pounds	Pounds
<u>CLASS I</u>				
Milk	13,890,753	489,978	13,769,982	492,060
Skim Milk	133,797	115	154,106	946
Fortified Skim Milk	1,185,022	23,305	1,005,452	19,488
Buttermilk	197,973	1,755	192,887	1,596
Flavored Milk & Drink	427,503	11,170	321,640	8,502
Cereal Mixture	288,531	35,335	295,201	36,593
Coffee Cream	27,844	5,458	33,877	6,690
Whipping Cream	30,487	11,389	36,074	13,309
Sour Cream	18,767	3,639	18,373	3,630
Total Class I Utilization	16,200,677	582,144	15,827,592	582,814
Add: Class I Shrinkage	120,476	8,942	115,266	8,026
Subtract: Other Source Receipts	115,874	4,357	6,436	632
Subtract: Overage	--	--	--	--
Net Class I	16,205,279	586,729	15,936,422	590,210
<u>CLASS II</u>				
Used to Produce Cottage Cheese	1,099,043	12,133	1,322,099	13,598
Subtract: Other Source Receipts	556	316	296	296
Subtract: Overage	--	--	--	--
Net Class II	1,098,487	11,817	1,321,803	13,302
<u>CLASS III</u>				
Class III Products	2,475,634	128,455	4,659,565	221,384
Inventory Variation	359,755	12,611	336,388	15,554
Total Class III Utilization	2,835,389	141,066	4,995,953	236,938
Add: Class III Shrinkage	257,907	11,113	275,621	9,590
Subtract: Other Source Receipts	148,141	19,014	2,619,830	112,983
Subtract: Overage	6,683	--	12,986	218
Net Class III	2,938,472	133,165	2,638,758	133,327
<u>TOTAL PRODUCER RECEIPTS</u>	20,242,238	731,711	19,896,983	736,839

MISCELLANEOUS INFORMATION

	August 1959	July 1959	August 1958
Total Production	20,242,238#	20,812,367#	19,896,983#
Average Daily Production	652,975#	671,367#	641,838#
August 1959 Prod. Compared With -	--	- 2.74%	+ 1.74%
Number of Producers	1,219	1,209	1,312
Daily Herd Production	536#	555#	489#
Av. Test of Producer Milk Received	3.61477%	3.62112%	3.70327%
Av. Price 3.5% Milk	\$ 4.03	\$ 3.86 *	\$ 3.81
Base Price 3.5% Milk	\$ --	\$ 4.01	\$ --
Excess Price 3.5% Milk	\$ --	\$ 2.93	\$ --
Chicago 92 Score Butter	\$.60190	\$.58026	\$.58137
Class I Sales	16,200,677#	16,645,739#	15,827,592#
Class I Daily Average	522,602#	536,959#	510,567#
Aug. 1959 Sales Compared With -	--	- 2.67%	+ 2.36%
Total Value Paid Producers	\$830,976.09	\$820,076.39	\$785,409.42
Av. Monthly Milk Check Per Farm	\$ 681.69	\$ 678.31	\$ 599.09
Av. Daily Milk Check Per Farm	\$ 21.99	\$ 21.88	\$ 19.33
Producer Butterfat Differential	\$.072	\$.070	\$.070

* This Price for Comparison Only

